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PART-II

EXTRAORDINARY

INDIA INTERNATIONAL EXCHANGE (IFSC) LIMITED

Registered Office :1st Floor, Unit No. 101, The Signature, Building no. 13B,
Road 1C, Zone 1, GIFT SEZ, GIFT City, Gandhinagar, Gujarat – 382355

Ref. No. INDIAINX/REG/02/2023

The Byelaws of India International Exchange (IFSC) Limited are amended as under:

Chapter –Definition

The following definitions shall be inserted

- (25) “Security/ies” shall mean the securities that are permitted to be dealt within a stock exchange operating in IFSC in accordance with the guidelines, and shall include financial products and financial services as defined under the International Financial Services Centres Authority, 2019;
- (26) “Security admitted to dealings” includes a security which is listed or permitted to trade on Exchange.
- (28) “Segregated Nominee Account Provider” shall mean a provider offering segregated nominee account service to end clients.
- (34) International Financial Services Centres Authority Act, 2019 and the Rules/Regulations made there-under

The following definitions shall be Deleted

- (10) “Guidelines” shall mean the Securities and Exchange Board of India (International Financial Services Centres) Guidelines, 2015 in force from time to time;
- (26) “SECC Regulations”, means the Securities Contracts (Regulation) (Stock Exchanges and Clearing Corporations) Regulations, 2012;

The following definitions shall be modified as under :

- (5) “Client” or “Constituent” shall mean and include a person/entity who has agreed to avail the services of the member of the Exchange in accordance with the applicable guidelines, instructions or circulars issued by IFSCA or any other relevant Authority from time to time;

- (6) “Committee/s” mean the committees formed by the Board of Directors of the Exchange in accordance with its bye-laws and rules or decision of the relevant authority or as directed by IFSCA from time to time;
- (10) “International Financial Service Centres” or “IFSC” shall mean International Financial Services Centre as defined under the International Financial Services Centres Authority Act, 2019
- (11) “Issuer” shall mean Government, supranational, multilateral or statutory organization/institution/agency, body corporate or other entity, whether incorporated or not, which issues any security or other instrument or draws or accepts a negotiable instrument, which is admitted to dealings on the Exchange
- (19) “Relevant Authority”, shall mean IFSCA, the Board, Securities and Exchange Board of India, Managing Director of the Exchange, clearing corporation, such other person or committee, as the context may admit or require, or any person/committee as may be specified by the Board from time to time;
- (20) “Rules”, means rules as mentioned hereunder for regulating the activities and responsibilities of Members of the Exchange and as prescribed by the Relevant Authority from time to time for the constitution, organisation and functioning of the Exchange and these rules shall be subject to the provisions of the Securities Law
- (27) “Securities Laws”, includes the IFSCA Act, SCRA, SEBI Act, Depositories Act 1996, Companies Act 2013, such other Acts, Regulations and Rules framed thereunder and any statutory modification or re-enactment thereto, the circulars, notifications, directives, guidelines made or issued thereunder by Central Government or IFSCA or any other concerned authority to facilitate and regulate the financial services relating to securities market in Special Economic Zone from time to time
- (33) “Trading Member”, means any person/entity which is admitted as a member of the Exchange and which has trading rights in the Exchange, and the term “Trading Membership” shall be construed accordingly; For the purpose of ease of clarity, any reference by the Exchange to “Broker Dealer” shall be construed to and mean “Trading Member” and the terms “Broker- Dealer” and “Trading Member” shall be used interchangeably.

For the purpose of this chapter, the serial numbers shall accordingly be renumbered

Chapter II –Trading Segment

The following provisions shall be modified as under

- (1) The Exchange may determine to have one or more trading segments as it may deem fit and proper from out of the trading segments in respect of which IFSCA has granted its approval to the Exchange.

Chapter III – Committees

The following provisions shall be modified as under

- (1) Committee(s) shall be appointed by the Board in accordance with the procedure laid down in the Rules and in the Articles of Association of the Exchange or as specified by IFSCA or any other Relevant Authority . The role of each Committee shall be as determined by the Board or IFSCA.

Chapter IV – Regulations

The following provisions shall be inserted as under

- 2(o) norms, procedures and mechanism for dispute resolution

The following provisions shall be modified as under

- 2(n) settlement of disputes, complaints, claims arising between members inter-se as well as between members and persons who are not broker dealers relating to any transaction in securities made on the Exchange including settlement by a dispute resolution mechanism as permitted in the IFSC
- 2(u) norms and procedure for admission, continuance and discontinuance of various category(s) of market participants including but not limited to , authorized persons, etc. who may be associated with dealing in securities or the members of the Exchange

For the purpose of this chapter, the serial numbers shall accordingly be renumbered

Chapter V – Dealings in Securities**The following provisions shall be modified as under**

- (5) The relevant authority may not grant admission to listing of the securities of an issuer unless it complies with the applicable laws (including the rules/regulations/circulars/direction issued by IFSCA or any other Relevant Authority from time to time), conditions and requirements prescribed in the Bye Laws and Regulations, the listing agreement, if any and such other conditions and requirements as prescribed by the relevant authority from time to time.

Subject to provisions of the applicable law, the relevant authority may waive or dispense with any of the listing requirements specified by the relevant authority or which the relevant authority is permitted under any law, rules, regulations, order, direction, circulars or notification issued by IFSCA/SEBI from time to time.

- (10) The relevant authority may suspend or prohibit dealings on the Exchange in any security or securities or any class or group of securities, for any cause or reason, as it may deem fit or in the interest of securities market and/or as directed by IFSCA/SEBI/RBI/Central Government or any other Authority as applicable
- 11(a) Suspension of Admission to Dealings on the Exchange. In the event of any issuer, whose securities are listed on the Exchange, not complying with the listing requirements as may be in force from time to time and/or any other conditions that the Exchange may specify from time to time the Exchange shall be entitled, without prejudice to any other rights and/or remedies that the Exchange may have against such company in law or under these Rules, Bye-laws and Regulations, to suspend at any time the admission to dealings on the Exchange granted to any security of such company for such period or periods as it may determine. At the expiration of the period of suspension the Exchange may revoke the suspension subject to such conditions as it deems fit. Without prejudice to above, the Exchange shall be entitled to take all such steps as are necessary to give effect to direction/order issued by IFSCA/SEBI against the companies whose securities are suspended from trading, on account of noncompliance with listing requirements.
- (14) The relevant authority may, where deemed necessary, after giving an opportunity to the issuer, withdraw the admission to listing on the Exchange granted to its securities either for breach of, or non-compliance with the applicable laws (including the rules/regulations/circulars/direction issued by IFSCA/SEBI/relevant authority from time to time), conditions and requirements prescribed in the Bye Laws and Regulations, the listing agreement and such other requirements as may be prescribed by the Exchange from time to time.
- (16) Notwithstanding anything stated herein with regard to conditions for listing/dealing of Securities, the Exchange may admit to listing and permit dealing in such Securities and of such entities in such manner other than as prescribed herein provided the same is permitted by IFSCA and is in accordance rules/regulation/ circulars/ directions issued by IFSCA/the Exchange from time to time.

Chapter VI – Trading Members**The following provisions shall be Deleted as under**

- 2(i) A trading member shall not deal with sub-brokers who are not registered with SEBI nor allow operation of its trading terminal at any office other than its registered office, branch offices and the offices of its registered sub-brokers or such permitted places, in the manner prescribed by the Exchange.

The following provisions shall be modified as under

- 1(e) The relevant authority may create such categories of broker dealers trading members from time to time as it may deem fit in accordance with the regulations/guidelines/circulars issued by IFSCA/SEBI/Relevant Authority, if any.
- 2(c) Broker dealers shall comply with such requirements as may be specified by IFSCA or as prescribed by the Exchange from time to time with regard to advertisements and issue of circulars in connection with their activities as broker dealers.

For the purpose of this chapter, the serial numbers shall accordingly be renumbered

Chapter VII – Dealings by Trading Members

The following provisions shall be modified as under

- 1(a) Any deal entered into through the trading system of the Exchange or any proposal for buying or selling or any acceptance of any such proposal for buying and selling shall be deemed to have been entered/made at the computerized processing unit of the Exchange and the place of contracting as between the trading members shall be the International Financial Services Centre. In relation to any dispute/claims arising out of or in connection with or in relation to any dealing that involve the Exchange, the courts in Gandhinagar shall exercise exclusive jurisdiction.
- 5(b) Notwithstanding anything contained in clause (a) above, the Board or the Managing Director or any other person(s)/committee(s), as may be authorized by the Board of the Exchange may, suo moto or pursuant to a request received from its member annul the trade(s) or reset the price of the trade(s) to an appropriate price in accordance with regulations/circulars issued by the IFSCA and the Exchange from time to time, provided it is satisfied that there exists a cogent and sufficient cause to do so and is in the interest of investors, market integrity and maintenance of price discovery mechanism.

Chapter VIII – Trading System and Market Makers

The following provisions shall be modified as under

- (1) Dealing/trading on the trading segment of the Exchange shall take place in such manner as the relevant authority may from time to time specify. The relevant authority shall be entitled to determine all matters relating to trading on the Exchange. In particular and without prejudice to the generality of the aforesaid, in consonance with circulars, guidelines and parameters issued or specified by IFSCA from time to time, the relevant authority shall specify the following parameters for dealing in securities
- (2) All trades executed by a broker dealer may either be cleared and settled by such trading member itself (if such broker dealer is also a clearing member) or through any other clearing member in accordance with the Rules, Bye-laws, Regulations and circulars/notices issued by IFSCA /relevant authority and/or Clearing Corporation from time to time.
- (3) Every member shall segregate trades/deals executed by it on its own account from that of its constituent in the manner provided in the Rules, Bye-laws and Regulations or in such manner as IFSCA/relevant authority may prescribe
- 4(v) Types of Orders: Subject to the restrictions, if any, specified by IFSCA from time to time, the relevant authority shall be entitled to stipulate from time to time, the kind of orders that a broker dealer can place in the trading system and the order attributes thereof, which may include:-
 - (a) Market order/limit order
 - (b) Stop loss
 - (c) Immediate or cancel
 - (d) Good till day
 - (e) Good till cancelled
 - (f) Good till date
 - (g) Or any other, as specified by the Relevant Authority from time to time.
- (5) Orders entered into the trading system by broker dealers may be subject to various validation requirements as may be specified by IFSCA/the Exchange from time to time including trading parameters, exposure limits and/or other restrictions. The orders that do not meet the validation requirements may not be accepted by the trading system.

The broker dealer shall ensure that the systems (hardware or software) used by it for placing the orders with the trading system of the Exchange shall contain necessary requirements/checks/validations as prescribed by IFSCA from time to time.

- 9(a) The relevant authority may either restrict or prohibit a registered market maker from displaying on or entering quotations into the trading system or dealing in securities in which he is registered as a market maker if:
 - (i) such market maker has been or is expelled or suspended or declared a defaulter from trading membership of the Exchange, or is unable to comply with the Exchange's Bye Laws, Rules and Regulations or whose registration is cancelled by the IFSCA;

- (12) Without prejudice to the above subject however to such directions/circulars issued by IFSCA from time to time, the Exchange may appoint such other categories of person(s)/entities for the purpose of providing market marking on such terms and conditions, as it may deem fit.

Chapter IX – Margins

The following provisions shall be modified as under

- (5) The Exchange shall have a first and paramount lien on the margins deposited by the members, including margins in the form of cash, bank deposit receipts, securities, bank guarantees or any other collateral or in any other form approved by the relevant authority and shall be entitled to utilize the same or any part thereof, for settlement of the obligations and liabilities of the members under the Rules, Bye-laws and Regulations, in the manner provided by the Exchange/IFSCA from time to time.

Chapter X – Transactions and Settlement

The following provisions shall be modified as under

- (2) The relevant authority may declare a list of holidays in a calendar year. The relevant authority may from time to time alter or cancel any of the Exchange holidays fixed in accordance with these provisions. It may close the market on days other than or in addition to holidays as it may deem fit or as directed by IFSCA/any other regulatory authority.

Chapter XI – Clearing and Settlement of Deals

The following provisions shall be modified as under

- (1) The Clearing Corporation shall clear and settle such deals as provided in the Rules, ByeLaws, Regulations and circulars/notifications issued by IFSCA/Clearing Corporation/Exchange and save as so provided, no other deals shall be cleared and settled.

Chapter XII – Rights and Liabilities of Broker Dealer and Constituents

The following provisions shall be modified as under

- (1) Without prejudice to any other law for the time being in force and subject to these Bye Laws, the mutual rights and obligations, inter se, between the broker dealer and its constituent shall be such as may be prescribed by IFSCA/the Exchange from time to time.
- (2) A trading member shall not be entitled to trade on the Exchange unless there is a valid and subsisting agreement in accordance with a specified format between a trading member and a clearing member as may be specified by IFSCA. Provided that this Bye-law shall not apply to a trading member who clears its own trades.

Chapter XIII- Arbitration

The following Chapter shall be inserted

All claims, differences or disputes between the Broker Dealers inter se and between Broker Dealers and Constituents or between such other parties as specified by the Relevant Authority from time to time, arising out of or in relation to dealings, contracts and transactions made subject to the Bye-Laws, Rules and Regulations of the Exchange or with reference to anything incidental thereto or in pursuance thereof or relating to their validity, construction, interpretation, fulfilment or the rights, obligations and liabilities of the parties thereto and including any question of whether such dealings, transactions and contracts have been entered into shall be referred to and decided by arbitration, mediation and other dispute resolution mechanisms offered by such International Arbitration Centres in IFSC as specified by the Relevant Authority from time to time.

Chapter XIV- Default

For the purpose of this chapter, the serial numbers shall accordingly be renumbered

The following provision shall be inserted

- 1(h) if it, being a body corporate, has been ordered to be wound up or declared as bankrupt or a liquidator including a provisional liquidator has been appointed.

Failure to fulfil Obligations

- (3) The Relevant Authority may order Trading Member to be declared a defaulter if it fails to meet an obligation to a Trading Member or Constituent arising out of transactions executed on the trading platform of the Exchange.

The following provision shall be modified

Unless stated otherwise all the Provisions and entries within this chapter containing the term “Defaulters’ Committee” shall be modified to be rewritten as “Relevant Committee”.

- (2) Without prejudice to the provisions of the Rules and the foregoing, if a member is expelled by any other recognised stock exchange or clearing corporation or if the member’s registration certificate is cancelled by IFSCA, the said member may be expelled from the Exchange after providing an opportunity of being heard to such member, unless IFSCA directs otherwise from time to time. Notwithstanding anything contained in this Bye-law, the membership right of such member shall be forthwith suspended and the facility of such member shall be withdrawn immediately after the receipt of information of expulsion by any other stock exchange/clearing corporation or cancellation of registration certificate by IFSCA.
- 2(f) For the purpose of Bye-law 2E, the term “associate/s” shall have such meaning as may be defined by IFSCA from time to time.
- (11) The Relevant Committee shall call in and realise the deposits in any form, margin money, other amounts lying to the credit of and securities deposited by the defaulter and recover all monies, securities and other assets due, payable or deliverable to the defaulter by any other member/constituent in respect of any transaction or dealing made subject to the Bye- laws, Rules and Regulations of the Exchange and/or all other assets/amounts/securities belonging to other parties which the Exchange may be entitled to realize and appropriate. All these assets shall vest ipso facto, on declaration of a member as a defaulter in the Exchange and the same shall be dealt with by the Exchange in the manner provided in these Bye-laws and/or as may be prescribed by IFSCA from time to time.
- 13(a) A member having open transactions with the defaulter shall close out such transactions on the Exchange after declaration of default. Such closing out shall be in such manner as may be prescribed by the relevant authority from time to time. Subject to the regulations in this regard prescribed by the relevant authority, when in the opinion of the relevant authority, circumstances so warrant, such closing out shall be deemed to have taken place in such manner as may be determined by the relevant authority or other Authorized persons of the Exchange.
- 22(1)(a) First - the payment of such subscriptions, debts, fines, fees, charges and other money as shall have been determined by the relevant authority to be due to the Exchange, or to Clearing Corporation or to IFSCA, in the order of priority as mentioned hereinabove;

For the purpose of this chapter, the serial numbers shall accordingly be renumbered**Chapter XV- Investor Protection Fund****The following provision shall be Modified**

- (1) In respect of the Exchange as may be prescribed by the Exchange, an Investor Protection Fund (IPF) to be held in trust or in any other form as permitted by regulator from time to time by the Exchange. Investor Protection Fund (IPF) shall be maintained to make good, admitted claims for compensation which may be submitted by a Trading Member’s Constituent who suffers loss arising from the said Trading Member being declared as a defaulter by the Exchange under Chapter XIII of the Bye-laws. No claim of a claimant, who is a Trading Member of the Exchange or an associate of a Trading Member, shall be eligible for compensation from the IPF unless he has acted as a Constituent of the said Trading Member to the extent permitted by the Exchange.
- (2) Subject to this Part, the amount which any claimant shall be entitled to claim as compensation shall be the amount of the actual loss suffered by him/it less the amount or value of all monies or other benefits received or receivable by him/it from any source in reduction of the loss.
- (3) The amount that may be paid under this Part to a claimant shall not exceed such amount as may be decided by the appropriate authority of fund from time to time. The appropriate authority of IPF shall disburse the compensation to the claimants as and when claims have been crystallised against the defaulter and admitted for payment by the appropriate authority of IPF based on the recommendations, if any, of the Relevant Committee and such compensation shall not be more than the maximum amount fixed for a single claim.
- (4) The appropriate authority of IPF shall have the power to utilise corpus and interest earned on the corpus of the IPF for meeting expenses or claims relating to services provided to investors as stipulated by Regulator or Board from time to time.
- (5) Notwithstanding anything contained in any other Byelaw, Regulation or Rule, the appropriate authority of IPF shall have the power to utilise the interest income earned on the investments made out of IPF, either in part or whole, for educating investors, creating awareness among the investor community at large and for any research connected therewith or incidental thereto.

- (6) The Exchange shall publish in all editions of at least one English national daily with wide circulation, a notice specifying a date not being less than 3 months after the said publication, on or before which claims for compensation shall be made in relation to the defaulter specified in the notice. The notice shall contain the specified period, the maximum compensation limit for a single claim of a claimant, etc. The said notice shall also be displayed on the premises of the Exchange as well as on the website of the Exchange for the entire specified period.
- (7) A claim for compensation in respect of a default shall be made in writing to the Exchange on or before the date specified in the said notice and any claim which is not so made shall be barred unless the appropriate authority of IPF otherwise determines. The Exchange shall process the claims in accordance with procedures as may be laid down by Relevant Committee and if the assets of the defaulter are insufficient to meet the approved claims, it shall forward the claims along with the recommendations of the Relevant Committee to the appropriate authority of IPF. However, the appropriate authority of IPF need not wait for the realization of the assets of the defaulter before the disbursement towards claims.

Chapter XVI- Settlement Guarantee Fund

The following Chapter and provisions therein shall be Deleted

- (1) Settlement Guarantee Fund means a fund established and maintained by Clearing Corporation to guarantee the settlement of bonafide trades executed on the platform of the Exchange in accordance with the framework laid down by SEBI.
- (2) The norms, procedures, terms and conditions governing the creation, maintenance and utilization of the Settlement Guarantee Fund shall be in accordance with the relevant provisions of the Bye-Laws of the Clearing Corporation.
- (3) The Exchange may contribute such amount to the Settlement Guarantee Fund as may be specified by the SEBI I and/or as agreed between the Exchange and the Clearing Corporation
- (4) The contribution made by the Exchange to the Settlement Guarantee Fund, shall be returned back to the Exchange in the following eventualities:
 - Discontinuation of services of the Clearing Corporation
 - Discontinuation of a segment by the Exchange
 - Discontinuation of activities as a stock exchange
 - Any other situations which according to the Exchange, renders the arrangement between the Exchange and the Clearing Corporation unviable.

For the purpose of this chapter, the serial numbers shall accordingly be renumbered

Chapter XVI- Miscellaneous

The following provisions shall be Modified

- (1) The relevant authority shall be empowered to impose such restrictions on transactions in one or more securities admitted for listing and dealing on the Exchange or permitted to be traded on the Exchange as the relevant authority in its judgment deems advisable in the interest of maintaining a fair and orderly market in the securities or if it otherwise deems advisable in the public interest or for the protection of investors or as directed by IFSCA. During the effectiveness of such restrictions, no trading member shall, for any account in which it has an interest or for the account of any constituent, engage in any transaction in contravention of such restrictions.
- (3) The members have an obligation to inform the relevant authority and IFSCA about insider trading, information on takeover and other such information/practices as may be construed as being detrimental to the efficient operations of the Exchange and as may be required under any applicable law.
- (6) All the records, correspondence, data, information, proceedings, minutes, decisions of the Exchange shall be confidential and the Exchange shall not be required to disclose the same to any party or person, save and except when called upon to do so by IFSCA or by an order of any competent court/tribunal or any other competent authority.

Chapter XVII- Special Purpose Vehicle (SPV)

The following Chapter and provisions therein shall be inserted

SPECIAL PURPOSE VEHICLE (SPV)

1. Any Special Purpose Vehicle ("SPV") set up by an entity in collaboration with the Exchange shall be governed by applicable provisions of these Bye-laws, detailed guidelines, as agreed upon between the Exchange and the SPV, as provided in the Regulations of the Exchange or as specified by the Relevant Authority, wherever applicable.
2. The SPV shall be set up subject to approval from IFSCA and any other Relevant Authority.

3. Provisions governing the operations of such SPV shall be final and binding on all parties involved. Any resolution mechanism for the disputes between the SPV and the Exchange or any other parties shall be as specified in the respective applicable agreements.
4. The Exchange reserves the right to waive or amend Regulations to suit the requirements of the SPV, unless the Regulations state that Exchange will not waive or amend it, and provided that such actions are consistent with applicable Regulatory approvals and other policies and procedures applicable to the SPV.

The Rules of India International Exchange (IFSC) Limited are amended as under:

Chapter I –Board

The following provisions shall be Modified

- (1) The Board of Directors of the Exchange, constituted in accordance with the provisions of the Articles of Association of the Exchange, may control, manage and regulate the operations of the Exchange and of the securities transactions executed by the trading members of the Exchange, subject to the provisions of Securities Laws, any directives/ circulars/regulations made thereunder and the trading regulations which the IFSCA / any Relevant Authority, may prescribe from time to time.
- 4(j) For the purpose of Bye-law 2E, the term “associate/s” shall have such meaning as may be defined by IFSCA from time to time
- (8) Delegation of Power by the Board for Issuing Directions
- (9) The members of the Board and of such of the Committees and such other person(s) as specified by IFSCA /the Board/Relevant Committee shall adhere to the Code of Ethics as may be prescribed from time to time.
- (10) The members of the Board and such other person(s)/Committee(s) as specified by IFSCA/ the Board shall adhere to the Code of Conduct as prescribed from time to time

Chapter II – Committee(s)

The following provisions shall be Modified

- (1) The Board of Directors may constitute committees (“Committee/s”) from time to time for managing day to day affairs of the Exchange or for specific matter/purpose as prescribed by IFSCA or any other Relevant Authority. All such committees shall function/ operate in accordance with the provisions appearing in directives/circulars/ regulations issued by IFSCA/ the Board from time to time and the Rules stated hereinafter or in accordance with the Articles of Association and Bye-laws of the Exchange.
- (2) The Committee(s) appointed by the Board shall consist of such persons as may be specified by IFSCA/ the Board from time to time.
- (8) No person shall be eligible to be a member of a Committee(s), if he suffers any disqualification as provided in the Articles of Association of the Exchange or as specified by the Board or IFSCA , or if such person ceases to be a member of the Exchange. A member of the Committee shall, ipso facto, be deemed to have vacated the office, if he suffers any such disqualification, provided however that nothing done in good faith by such person in his capacity as a member of such Committee shall be rendered invalid merely because such act, deed, matter or thing may have been done by him subsequent to his disqualification but without knowledge of his disqualification.
- (10) Subject to directives/regulations issued by IFSCA, the quorum for a meeting of the Committee, shall be one-third of the total strength of the Committee, unless any higher quorum is specified by the appointing authority. If a fraction appears when determining the quorum such fraction shall be omitted.
- (13) At all meetings of the Committee, the Chairman shall ordinarily preside and in his absence, the members of the Committee present may choose one from among themselves to be the Chairman of such meeting in accordance with the manner prescribed, if any, by IFSCA the Board. A member of the Committee shall disclose his/her interest in the business, if any, before the meeting and shall abstain from discussions, voting and decisions on the said matter. If the Chairman is interested in the business of the meeting, he shall abstain from chairing the meeting.
- (15) The members of the Committee may elect a Chairman from amongst themselves, who shall be the chairman of the Committee in accordance with directives/regulations issued by IFSCA , if any.

Chapter III -Trading Membership**The following provisions shall be Modified**

- (2) Unless exempted by IFSCA , any person seeking to act as a broker dealer of the Exchange shall, over and above complying with the requirements of the Exchange, shall also take permission from IFSCA.
- (14) When a person/entity is admitted to the trading membership of the Exchange, intimation of the admission shall be sent to the applicant and to the IFSCA. If the applicant admitted to the membership of the Exchange and after intimation of its admission is duly sent, does not comply with acts and procedures for exercising the privileges of membership as may be prescribed by the relevant authority within a specified time period from the date of despatch of the intimation of admission or such other period, the fee/deposits or such sums paid by the trading member shall be forfeited by the relevant authority in the manner prescribed from time to time.
- 15(c) The Trading Member must inform the Exchange of any change in the status and constitution, operation and activities of the Trading Member, and shall duly comply with the provisions as prescribed under the IFSCA (Capital Market Intermediaries) Regulations, 2021 and any modifications or amendments thereto.
- 18(a)(iv) by withdrawal of permission granted by IFSCA or as directed by IFSCA. `
- 26(a) has paid up all dues to the Exchange, clearing corporation, IFSCA, other trading members and constituents and such other dues and liabilities payable under the Rules, Bye Laws and Regulations of the Exchange;

Chapter IV -Disciplinary Proceedings, Penalties, Suspension and Expulsion**The following provisions shall be Modified**

- 3(k) Vexatious complaints: If it or its agent/authorized person/legal representative/employee brings before the relevant authority or a committee, complaint or suit which in the opinion of the relevant authority/committee is frivolous, vexatious or malicious.
- 5(k) Dealings with entities prohibited to buy or sell or deal in securities market: If it deals, directly or indirectly, in the course of its business with or transacts any business with or for any entity, which has been prohibited by IFSCA to buy or sell or deal in the securities market.
- 13(B) Notwithstanding anything contained in any Rules and Byelaws of the Exchange, if the registration of a member is suspended by IFSCA , such member shall ipso facto stand suspended from the membership for the period of suspension, so imposed by IFSCA or till such suspension is in force.
- (25) The relevant authority for the purpose of this Chapter shall be such authority as may be specified by IFSCA or the Board, as applicable.
- 26(b) taking penal action against members including suspension or cancellation of membership arising out of directions issued by IFSCA/ any other relevant authority;

Chapter V – Miscellaneous**The following provisions shall be Modified**

- (1.4) The Rules, Bye-laws and Regulations shall be in addition to, and shall not prejudice the application of the provisions of the International Financial Services Centres Authority Act, 2019, , Securities Contracts (Regulation) Act, 1956 (SCRA), the Securities Contracts (Regulation) Rules, 1957 (SCRR), the Securities and Exchange Board of India Act, 1992 (SEBI) and the Rules and Regulations made there under, and the directions and/or circulars issued by IFSCA, SEBI, Reserve Bank of India, / or any other relevant authority.

For India International Exchange (IFSC) Limited

Nikhil Mehta
Chief Regulatory Officer

